

DHP REPROGRAMMING PROCEDURES

The conferees share the concerns expressed in the report accompanying the House version of the Department of Defense Appropriations bill for fiscal year 2003 regarding the diversion of funds from DoD military medical treatment facilities (MTFs) to pay for contractor-provided medical care. To limit such transfers within the Defense Health Program operation and maintenance account, the conferees agree that the Department of Defense shall follow prior approval reprogramming procedures for transfers with a cumulative value in excess of \$25,000,000 into the Private Sector Care activity group.

In addition, the conferees agree that the Department of Defense shall provide budget

execution data for all of the Defense Health Program accounts. Such budget execution data shall be provided quarterly to the congressional defense committees through the DD-COMP(M) 1002.

PEER REVIEWED MEDICAL RESEARCH PROGRAM

The Senate recommended \$50,000,000 for a Peer Reviewed Medical Research program. The conferees agree to provide \$50,000,000 for this program, and recommend the following projects as candidates for study: acellular matrix research for military orthopedic trauma; alcoholism research; amyotrophic lateral sclerosis; and anti-diarrhea supplement; Army nutrition research; augmented care in the chain of stroke survival (AC-CESS); blood-related cancer research; bone-related disease research; cell response to

anti-cancer agents; Mt. Sinai cancer research program; casualty care research center; chiropractic care; epilepsy; infectious disease tracking system; interstitial cystitis research; low vision research; medical digital assistance; miniature renal assist devices; natural toxin detection technology; neuroscience research; Paget's disease; personal intelligent medical assistant; Providence cancer center; respiratory research; smoking cessation; social work research; and Volume Angio CAT (VAC) research.

CHEMICAL AGENTS AND MUNITIONS DESTRUCTION, ARMY

The conference agreement on items addressed by either the House or Senate is as follows:

(In thousands of dollars)

	Budget	House	Senate	Conference
CHEM AGENTS & MUNITIONS DESTRUCTION, ARMY CHEM DEMILITARIZATION—O&M .....	974,238	974,238	974,238	974,238
CHEM DEMILITARIZATION—PROC .....	213,278	213,278	213,278	213,278
CHEM DEMILITARIZATION—ROTE .....	302,683	302,683	302,683	302,683
TOTAL, CHEM AGENTS & MUNITIONS DESTRUCTION, ARMY .....	1,490,199	1,490,199	1,490,199	1,490,199

DRUG INTERDICTION AND COUNTER-DRUG ACTIVITIES DEFENSE

The conference agreement includes \$881,907,000 for "Drug Interdiction and Counter-drug Activities, Defense" as opposed to \$859,907,000 as proposed by the House and \$916,107,000 as proposed by the Senate. Adjustments to the budget request are as follows:

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS

(In thousands of dollars)

	House	Senate	Conference
Recommended Increases:			
SOUTHCOM Reconnaissance UAV Counter-drug Initiative .....	15,100		0
National Counter-narcotics Training Center, Hammer .....	1,000		1,000
Indiana National Guard Counter-drug Activities .....	1,000		1,000
Nevada National Guard CD RAID Counter-drug Program .....	2,000		1,000
Florida National Guard Counter-drug Port Initiative .....	2,500		2,100
Southwest Border Fence ..	6,700		4,700
Multi-jurisdictional Counter-drug Task Force Training .....	5,000		4,300
Southwest Anti-drug Border States Initiative ....	5,000		4,300
Tethered Aerostat Radar System at Morgan City, LA .....	4,000		2,200
C-26 Counter-drug Electro Optical Sensor Upgrades .....	6,200		5,200
Young Marines Program ..	1,500	2,500	1,500
Kentucky National Guard Counter-drug Activities .....	1,000	3,600	2,600
Northeast Counter-drug Training Center .....	8,000	5,000	6,800
Tennessee National Guard Counter-drug Activities .....	1,000	1,000	1,000
National Guard Counter-drug Support .....		35,000	20,000
OH-58 RAID EO/IR upgrades; ANG .....		4,000	2,400
Alaska National Guard Counter-drug Program .....		3,000	2,700
West Virginia National Guard Counter-drug Program .....		3,500	3,000
Regional Counter-drug Training Academy, Mississippi .....		2,000	1,400
Hawaii Counter-drug Activities .....		3,000	2,700
NGB-Counter-drug Technology Consortium .....		2,600	1,800
P-3 Counter-drug EO/IR Upgrades .....		2,000	1,000
Midwest Regional Counter-drug Training .....		5,000	3,500
Recommended Reductions:			
Tethered Aerostat Radar System Procurement ...	-5,000	-5,000	-5,000
DEA Support .....	-1,300		-1,300
Transit Zone Maritime Patrol Aircraft .....	-9,000		-4,000

EXPLANATION OF PROJECT LEVEL ADJUSTMENTS—Continued

(In thousands of dollars)

	House	Senate	Conference
Riverine Training Deployments .....	-1,000		-1,000
TAC OPS Support .....	-1,800		-1,000
T-AGOS .....	-13,000		-13,000
Classified .....	-17,900		-17,900

OFFICE OF THE INSPECTOR GENERAL

The conferees agree to provide \$157,165,000, as proposed by both the House and Senate, for the Office of the Inspector General. Of this amount \$155,165,000 shall be for operation and maintenance, and \$2,000,000 shall be for procurement.

TITLE VII—RELATED AGENCIES

CENTRAL INTELLIGENCE AGENCY RETIREMENT AND DISABILITY SYSTEM FUND

The conferees agree to provide \$222,500,000 for CIARDS instead of \$212,000,000 as proposed by both the House and Senate.

INTELLIGENCE COMMUNITY MANAGEMENT ACCOUNT

The conferees agree to provide \$163,479,000, of which \$34,100,000 is for transfer to the Department of Justice, instead of 162,254,000 as proposed by the House and \$122,754,000 as proposed by the Senate.

PAYMENT TO KAHŌ'OLAWĒ ISLAND CONVEYANCE, REMEDIATION, AND ENVIRONMENTAL RESTORATION FUND

The conference agreement provides \$75,000,000 for payment to the Kaho'olawa Island Conveyance, Remediation, and Environmental Restoration Fund, instead of \$25,000,000 as proposed by the House and \$80,000,000 as proposed by the Senate.

NATIONAL SECURITY EDUCATION TRUST FUND

The conferees agree to provide \$8,000,000 as proposed by both the House and the Senate.

TITLE VII—GENERAL PROVISIONS

The conference agreement incorporated general provisions of the House and Senate versions of the bill which were not amended. Those general provisions that were amended in conference follow:

The conferees included a general provision (Section 8005) which amends lanaguage providing transfer authority of \$2,000,000,000; requires a request for multiple reprogramming to be made prior to May 31, 2003; and provides additional fiscal year 2002 transfer authority.

The conferees included a general provision (Section 8021) which amends language to

clarify the original intent that incentives authorized in the Indian Financing Act be applied broadly. The conferees expect these adjustments will be implemented expeditiously by the publication of an interim final rule.

The conferees included a general provision (Section 8029) which amends language directing that not more than 6,321 staff years may be funded, and reduces the amount appropriated for defense FFRDCs by \$74,200,000.

The conferees included a general provision (Section 8050) that amends lanaguage recommending rescissions. The rescissions agreed to are:

(Rescissions)

Fiscal Year 2001:	
Procurement of Weapons and Tracked Combat Vehicles, Army C2V .....	\$9,500,000
Procurement of Ammunition, Army: WAM .....	4,000,000
Other Procurement, Army: Semitrailers, Tankers .....	8,000,000
Other Procurement, Navy: JTCIS .....	5,000,000
Missile Procurement, Air Force: Titan .....	93,600,000
Fiscal Year 2002:	
Missile Procurement, Army:	
Stinger .....	5,150,000
Avenger Mods .....	10,000,000
TOW Fire and Forget ..	13,200,000
LOSAT .....	9,300,000
Procurement of Ammunition, Army: RADAM ....	19,000,000
Other Procurement, Army:	
Combat Identification Program .....	11,000,000
Spares—EHF Terminal ..	10,200,000
Missile Procurement, Air Force:	
MALD .....	8,900,000
JSOW-B .....	18,000,000
Titan .....	87,700,000
Research, Development, Test and Evaluation, Navy:	
Naval T&E Airborne Telemetry System ....	1,700,000
Research, Development, Test and Evaluation, Air Force:	
B-1B DSUP .....	45,500,000
B-2 EHF SATCOM .....	23,500,000
Research, Development, Test and Evaluation, Defense-Wide:	
Towed Decoy .....	3,000,000